

cc: Tom
Beth
90450062

Box 3
Vernon, Utah 84080
April 19, 2007

Utah Division of Oil, Gas and Mining
ATTN: Tom Munson
1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801

Dear Mr. Munson,

I recently received a "Small Mining Reclamation Contract" from Beth Erickson in your office which I discussed with her this morning on the phone to see what she needs and also some things that need to change in the contract. She told me to talk or write to you with my concerns. I tried to contact you on the phone but it seemed you are out of the office so I am writing.

In the contract I am listed as "operator". My three sisters, their spouses and myself are owners/operators of the property. I have agreed to be Point of Contact at the request of BLM, so every owner doesn't need to be contacted separately every time something comes up. The other owners have agreed to this. The BLM Plan of Operation states this clearly. I cannot accept responsibility for liability by myself. When I told Ms. Erickson this she said I would likely have to complete a new NOI for the State to show I am not the operator because she has nothing to show anything about the other owners. She therefore suggested I talk to you.

It was my understanding when I was working with you about the requirements in 2003 that you would accept what the BLM had. I have a letter dated May 30, 2003, accepting "Notice of Intention to Commence Small Mining Operations, Marjorie E. Thomas et.al.," and so forth. I am assuming this present situation has come up because I had to redo our Plan of Operation with the BLM In January of this year. We, unintentionally, let the one we did in 2003 expire, so had to reapply to the BLM for permission to continue with our operation. I have just received their approval of the new application, including acceptance of the Bond they are holding from us for reclamation. The bond is in favor of the BLM and State of Utah in the amount of \$2300.00 for reclamation of the Blue Beauty Number 28 mining claim. You had asked us to provide surety for reclamation but accepted what the BLM had at that time, as I remember. I also understood that you had copies of all BLM information necessary, including ownership, surety bond, etc.

Please contact me at 435-839-3437 or Box 3, Vernon, Utah 84080 as soon as you are able, so I can get this taken care of. Thanks so much for your help.

Yours truly,

Marjorie E. Thomas
Marjorie E. Thomas

RECEIVED

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DIV. OF OIL, GAS & MINING